# GOVERNMENT OF INDIA
# PETROLEUM AND NATURAL GAS
# LOK SABHA

STARRED QUESTION NO:461
ANSWERED ON:21.12.2000
PIPELINES CONSTRUCTED UNDER PETRONET
UMMAREDDY VENKATESWARLU

**Will the Minister of PETROLEUM AND NATURAL GAS be pleased to state:**

(a) the status of various pipelines being proposed, planned and constructed under the aegis of Petronet and its subsidiaries in the country;

(b) the details of equity partners in different subsidiaries with the percentage of equity sanctioned for them;

(c) the basic principle being observed in Petronet in alloting equity;

(d) the criteria adopted for selecting the partners; and

(e) the time by which the pipeline is likely to be completed?

## Answer

MINISTER OF PETROLEUM AND NATURAL GAS (SHRI RAM NAIK)

(a) to (e): A statement is laid on the Table of the House.

STATEMENT REFERRED TO IN REPLY TO PARTS (a) TO (e) OF LOK SABHA STARRED QUESTION NO.461 FOR ANS ON 21.12.2000 REGARDING PIPELINES CONSTRUCTED UNDER PETRONET.

(a) to (e): The status of the pipelines being proposed, planned and constructed under the aegis of Petronet India Limited (PIL) and its subsidiaries in the country is given at Annexure I.
The equity of PIL is held by Indian Oil Corporation Limited (16%), Bharat Petroleum Corporation Limited (16%), Hindustan Petroleum Corporation Limited (16%), IBP Company Limited (2%), Reliance Petroleum Limited (10%), Essar Oil Limited (10%), ICICI (10%), I & FS (10%) and State Bank of India (10%). The details of equity partners in different project companies of PIL with the percentage of equity approved for them is at Annexure II.

The equity holders constituting the project companies include:-

(i) PIL

(ii) Refining company(ies) whose products are to be transported through the pipeline

(iii) Interested oil marketing company(ies) and other oil companies

(iv) Financial institutions

As per the guidelines approved by the Government in April 1996 for setting up of PIL, 26% equity in each of the project companies of PIL is held by PIL.The balance equity has been allocated to the refining company(ies), the interested oil marketing company(ies) and financial institutions.

Annexure-I

ANNEXURE I REFERRED TO IN REPLY TO PARTS (a) TO (e) OF LOK SABHA STARRED QUESTION NO.461 ANSWER ON 21.12.2000 REGARDING PIPELINES CONSTRUCTED UNDER PETRONET

SI.No Name of pipeline project Location From To
Name of project company
Estimated/approved cost (Rs. Crore)
Present status
Scheduled completion date

1. Vadinar-Kandla Pipeline (117 kms) Vadinar Kandla Petronet VK Ltd. 410.00
100 kms commissioned 17 kms completion to synchronise with EOL refinery

2. Cochin-Coimbatore-Karur Pipeline (292 kms) Kochi Karur Petronet CCK Ltd.
535.00 Work in progress March 2001

3. Managalore- Hassan- Bangalore Pipeline (364 kms) Mangalore Bangalore
Petronet MHB Ltd. 666.70 Work in progress March 2002

4. Chennai-Trichy-Madurai (520 kms) Chennai Madurai Petronet CTM Ltd. 538.70
Pre- project activities in progress -

5. Central-India Pipeline(1615 kms) Jamnagar Gwalior and Nagpur
Petronet CI Ltd. Not finalised Pre-project activities in progress

6. Bina-Jhansi-Kanpur Pipeline (361 kms) Bina Kanpur 453.00
Project company to be constituted

7. Paradip-Cuttack- Rourkela Pipeline (418 kms) Paradip Rourkela -
581.00 Project company to be constituted

8. Bhatinda- Pathankot Pipeline (250 kms) Bhatinda Pathankot -
Not finalised Project company to be constituted

Annexure-II

ANNEXURE II REFERRED TO IN REPLY TO PARTS (a) TO (e) OF LOK SABHA STARRED QUESTION NO.461 ANSWER ON 21.12.2000 REGARDING PIPELINES CONSTRUCTED UNDER PETRONET

Name of company
Percentage equity holding approved by PIL

Petronet VK Ltd
Petronet CCK Ltd
Petronet MHB Ltd
Petronet CTM Ltd
Petronet CI Ltd
Petronet India Limited 26.0 26.0 26.0 26.0 26.0

JV Partner

- IOC 26.0 - - 26.0 26.0
- HPC - - 26.0 - -
- BPC - 26.0 - - 11.0
- EOL - - - - 11.0
- RPL - - - - 26.0

Strategic Investor

- RPL 13.0 - - - -
- EOL 13.0 - - - -
- MRPL - - 19.4 - -
- Kochi Refineries Limited 23.0 - - -
- Chennai Petroleum Corp.Ltd. - - - 23.0 -

Financial/Institutional
Investors/Others 22.0 25.0 28.6 25.0 -

Total 100.0 100.0 100.0 100 .0 100.0